

**State of Idaho Endowment Fund
Performance Summary**

Ending June 30, 2003								
Manager	Assets	2nd Qtr.	Trailing 1-Year	Trailing 2-Years	Fees			
Domestic Equities								
Large Cap Growth								
Mastrapasqua	\$ 52,026,838	19.11%	(95) 5.88%	(97) -17.46%	(3)			0.50%
Russell 1000 Growth Index*	\$ 29,313,966	6.57%	n/a	n/a				0.04%
Large Cap Growth Median		13.19%	-1.09%	-11.18%				
Russell 1000 Growth		14.31%	2.94%	-13.01%				
Large Cap Core								
S&P 500 Index Fund	\$ 89,464,934	15.25%	(75) 0.13%	(77) -9.53%	(64)			0.04%
Large Cap Core Median		14.44%	-1.23%	-10.10%				
S&P 500		15.39%	0.25%	-9.34%				
Large Cap Value								
Met West	\$ 38,259,490	17.26%	(56) -3.50%	(30) -8.22%	(56)			0.41%
Russell 1000 Value Index*	\$ 31,200,629	n/a	n/a	n/a				0.04%
Large Cap Value Median		14.98%	-1.74%	-8.86%				
Russell 1000 Value		17.27%	-1.02%	-5.07%				
Mid Cap Growth								
Artisan*	\$ 37,819,214	14.16%	n/a	n/a				0.80%
Mid Cap Growth Median		15.18%	-0.35%	-14.03%				
Russell Mid Cap Growth		18.76%	7.35%	-20.93%				
Mid Cap Value								
Oppenheimer*	\$ 22,803,323	15.53%	n/a	n/a				0.65%
Systematic*	\$ 17,287,446	16.22%	n/a	n/a				0.75%
Mid Cap Value Median		17.60%	-2.04%	-5.20%				
Russell Mid Cap Value		17.89%	-0.65%	1.26%				
Small Cap Growth								
Nicholas Applegate	\$ 22,656,157	23.68%	(85) -6.96%	(11) -15.11%	(28)			0.50%
Small Cap Growth Median		18.16%	-1.80%	-11.09%				
Russell 2000 Growth		24.15%	0.69%	-13.11%				
Small Cap Value								
Strong Small Cap	\$ 27,657,862	23.08%	(82) 0.16%	(66) 6.16%	(100)			0.50%
Small Cap Value Median		19.12%	-1.94%	-8.01%				
Russell 2000 Value		22.72%	-3.80%	2.17%				
International Equities								
Lazard	\$ 53,288,738	15.75%	(24) -7.45%	(51) -6.23%	(59)			0.75%
Marvin and Palmer*	\$ 44,016,685	n/a	n/a	n/a				1.00%
International Median		18.34%	-7.66%	-8.18%				
MSCI EAFE Value		22.22%	-7.32%	-4.94%				
MSCI EAFE		19.27%	-7.75%	-8.63%				
Equity Composites								
Total Equity Composite	\$ 465,795,283	16.67%	(54) -0.43%	(59) -9.76%	(47)			0.46%
Large Cap Composite	\$ 240,265,857	16.29%	-0.72%	-11.28%				0.20%
Mid Cap Composite	\$ 77,909,984	14.84%	n/a	n/a				0.75%
Small Cap Composite	\$ 50,314,019	21.85%	-2.92%	-0.05%				0.50%
All Equity Median		16.15%	-1.69%	-9.25%				
Russell 3000		16.24%	0.77%	-8.69%				

**State of Idaho Endowment Fund
Performance Summary**

<u>Manager</u>	<u>Ending June 30, 2003</u>						<u>Fees</u>
	<u>Assets</u>	<u>2nd Qtr.</u>		<u>Trailing 1-Year</u>	<u>Trailing 2-Years</u>		
		<u>Fixed Income</u>					
Idaho Pooled	\$ 61,347,941	3.19%	(78)	9.63%	(47)	8.89%	0.07%
Idaho Public	\$ 132,473,524	3.11%	(77)	9.54%	(46)	8.85%	0.07%
Total	\$ 193,821,465	3.17%	(78)	9.60%	(47)	8.88%	0.07%
<i>Fixed Income Median</i>		2.27%		9.80%		8.37%	
<i>Lehman G/C Intermediate</i>		2.72%		10.83%		9.50%	
		<u>Total</u>					
Total Fund	\$ 659,616,748	12.04%	(69)	3.29%	(57)	-2.56%	0.35%
<i>Balanced Median</i>		10.29%		2.72%		-3.16%	
<i>Policy: 63% Russell 3000</i>		12.40%		3.27%		-3.19%	
<i>7% MSCI EAFE</i>							
<i>30% Lehman G/C Interm.</i>							

Rankings are expressed using holding's based style analysis from the PI Analytics database. 100 is best, 1 is worst

* Partial Quarter

** Policy adjusted during the 2nd quarter and will be reflected in future reports

State of Idaho Endowment Fund

Active Manager Insight June 30, 2003

Mastrapasqua

Portfolio Positives:

Performed well: Healthcare, Biotechnology,
Technology, Media, Retail,
Transportation and Financial Services
Huge increase stock price: Veritas, Amgen

Portfolio Negatives:

Poor relative performance from the top
holdings:
EMC Corp., Sun Microsystems

Mastrapasqua had another very strong quarter, continuing a trend that began during the 1st quarter of 2003. Capitalization of holdings was a positive influence on returns, as mid cap and small cap stocks slightly outperformed. The manager believes the market is in a positive cycle for growth stocks and individual issues will continue to do well.

Recommendations: Hold

Met West

Portfolio Positives:

Stock selection in Financials
Stock selection in Utilities
Overweight in Technology

Portfolio Negatives:

Stock selection in Technology

Last quarter, we reported that seventy percent of companies Met West owns beat earnings expectations, so they believe the market would reward them going forward. While their holdings did outperform the median of Large Cap Value managers, the performance for the quarter was equal to Russell 1000 Value Index. For the one-year and two-years ending June 30th, MetWest continues to lag.

Recommendations: Continue on WATCH due to stock selection concerns.

Nicholas Applegate

Portfolio Positives:

Overweight/selection in Technology
Top tier companies rewarded with rebound
Stock selection in Energy
Biotech Holding: ICOS Corp

Portfolio Negatives:

Overweight in Financials

Nicholas Applegate believes that the level of earnings pre-announcements has been low. Debt refinancing has improved cash flow and strengthened balance sheets. Managers are confident that third-quarter earnings will be solid (i.e., consumer continue to spend, attractive valuations, rising IPO activity, and low interest rates).

Recommendations: Continue on WATCH due to personnel turnover.

Strong Small Cap Value

Portfolio Positives:

Basic Materials Performance: Steel, Precious Metals and Chemical holdings
Selection in energy: Oil & Gas
Exposure to Exploration and Oil Field Service
Overall stock selection

Portfolio Negatives:

Underweight in Financials, particularly Banking industry

Strong believes that the small capitalization value asset class will continue outperforming relative to other asset classes in the long term. They remain focused on identifying investment opportunities in stocks with quality management and fundamentals. More specifically, they will remain over weighted in the industrial materials and energy sectors over the coming months.

Recommendations: Hold

Lazard

Portfolio Positives:

Country allocation

Portfolio Negatives:

Overweight in Global Consumer Staples
Stock selection in Consumer Staples
Overall stock selection

Lazard performance has been disappointing during a period when value managers have outperformed worldwide. The underperformance is mainly attributed to stock selection, and specifically, the commitment to Consumer Staples securities. Relative value managers will underperform in various markets. While a deep value manager may be appropriate for EFIB, the timing is somewhat suspect following a period of value outperformance.

Recommendations: Hold, with possible future recommendations based on market conditions and cycles.

Notes:

Artisan Partners, Oppenheimer Capital, Systematic Financial Management and Marvin & Palmer Associates were retained during the quarter. Commentary will commence next quarter.